

## TREASURY OVERSIGHT COMMITTEE MEETING

Wednesday, August 23, 2022 10:00 A.M.  
MODOC COUNTY SUPERVISORS' BOARD ROOM  
ALTURAS, CALIFORNIA 96101

### MINUTES

**Present:** Cheryl Knoch, Modoc County Treasurer; Elizabeth Guzman, MJUSD Business Manager; Kathie Rhoads, Modoc County Board of Supervisors; Leslie Corder, MCOE Director of Financial Services; Marie Neer, Member at Large, Stephanie Wellemeyer, Modoc County Auditor, Chester Robertson, Modoc County Administrative Officer, Jayson Schmitt, Chandler Asset Management, (Zoom)

The meeting was called to order at 10:04 a.m. by Elizabeth Guzman.

**Distributed:** Chandler Asset Management Annual Report; Treasury vs. Fund Balances, Positive vs. Negative Fund Balances, Modoc County Portfolio Holdings, Investment Account Summary, Account Statements, Interest Accrual Computation, Treasury Balance 1999-current worksheet, Letter from Betty Yee, California State Controller

**1. Review Minutes from previous meeting:** The minutes of the April 19, 2022 meeting were entered. Kathie moved to accept minutes as presented; Elizabeth seconded. Motion passed.

**2. Chandler Asset Management—presentation by Jayson Schmitt via Zoom.** Jayson reviewed the current economic situation. The Federal Reserve will probably raise interest rates another ½ to ¾ percent in September. Retail sales rose about 1 percent, demonstrating improved consumer confidence. Housing starts are slowing down; inflation prices have come down slightly also. Supply management and industrial production are slowly improving. Unemployment rate is down. Wages have increased.

Regarding Modoc County's Investment Portfolio, he said that Modoc County investments are fully compliant; Chandler Asset managed funds generally are performing above the benchmark.

**3. 2021-22 Treasury Oversight Audit report update:** Cheryl reported that she had recently received no further progress reports on the audit. She expects a report by November.

**4. Review Treasurer's Investment Portfolio, Treasury Bar Charts and 4th Quarter 2021-22 Interest Apportionment:** Cheryl reviewed the distributed charts.

**5. Temporary treasury funds borrowing policy and report of \$5 million payment from the State for hospital debt update:** Cheryl explained how Modoc County arrived at the point of a \$5 million payment from the state. She said that a report is being generated and that will be required to make a presentation to the State of how Modoc County and the hospital arrived at this debt as well as the efforts to pay it down. The county has hired an auditor who has worked on this debt history also and has been very helpful. Chester commented that the received funds need to be processed as soon as possible in this fiscal year.

**5. Schedule next Treasury Oversight Committee meeting:** The next meeting is scheduled for November 16, 2022 at 10 a.m. in the Board of Supervisors room. The meeting was adjourned at 10:36 a.m.

Respectfully submitted

Marie Neer, Board Member  
August 28, 2022

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Elizabeth Guzman, Chair